

Memorandum

TO: HONORABLE MAYOR
AND CITY COUNCIL

FROM: David Sykes

SUBJECT: SEE BELOW

DATE: November 12, 2013

Approved



Date

11/18/13

COUNCIL DISTRICT: 6

**SUBJECT: REPORT ON BIDS AND AWARD OF CONSTRUCTION CONTRACT
FOR THE 5939 - DEL MONTE PARK PROJECT**

RECOMMENDATION

Report on bids and take appropriate action based on the evaluation of bids for the Del Monte Park Project.

OUTCOME

Approval of this construction contract will allow for the construction of Del Monte Park. Approval of an eight percent contingency will provide funding for any unanticipated work that may be necessary for the completion of the project.

BACKGROUND

The Del Monte Park project site is an existing 1.7 acre parcel bounded by Auzerais Avenue to the north, West Home Street to the south, a portion of Los Gatos Creek Trail to the east, and a commercial property to the west (map attached). The park site was once a portion of the former location of the historic Del Monte Cannery and was acquired by the City from KB Homes, to satisfy its parkland obligation requirement for Monte Vista Project on Auzerais Avenue. City Council approved the current master plan for the park on September 9, 2008.

On June 14, 2011, the City Council approved Resolution No. 75847 to authorize the City Manager, or designee to submit four grant applications, including Del Monte Park Phase I, to the Statewide Park Development and Community Revitalization Program of 2008 (Statewide Park Program) administered by the Office of Grants and Local Services (OGALS) within the California State Department of Parks and Recreation (DPR). On March 26, 2012, DPR awarded a \$3,500,000 grant to the City for development of Del Monte Park Phase I improvements. The grant agreement was fully executed on July 2, 2012. This grant is a

reimbursable grant program for work completed. These funds have been combined with local City funding sources to support the design and construction of this park project.

The base bid scope of work includes: a restroom, play area, dog park, open turf area, walkways, benches, picnic tables, park signage, lighting, planting, irrigation and various site furnishings. Certain Del Monte Cannery historic elements have been blended into the park design, including the play area, restroom building and interpretive stations throughout the park.

Construction is scheduled to begin in January 2014 with completion in October 2014.

ANALYSIS

A supplemental memorandum will be provided after the bids are opened on November 21, 2013.

Council Policy provides for a standard contingency of ten percent for building projects and five percent for park projects. Since this project includes a design/build restroom, an eight percent contingency is requested for any unanticipated work that may be necessary for the completion of this portion of the project. There are sufficient funds to provide for the recommended contingency.

EVALUATION AND FOLLOW-UP

The project is currently within budget and on schedule. Other than the Supplemental Memorandum after bids are opened, no additional follow up action with the Council is expected at this time.

PUBLIC OUTREACH/INTEREST

- ✓ **Criterion 1:** Requires Council action on the use of public funds equal to \$1,000,000 or greater. **(Required: Website Posting)**
- ☐ **Criterion 2:** Adoption of a new or revised policy that may have implications for public health, safety, quality of life, or financial/economic vitality of the City. **(Required: E-mail and Website Posting)**
- ☐ **Criterion 3:** Consideration of proposed changes to service delivery, programs, staffing that may have impacts to community services and have been identified by staff, Council or a Community group that requires special outreach. **(Required: E-mail, Website Posting, Community Meetings, Notice in appropriate newspapers)**

This item meets Criterion 1: Requires Council action on the use of public funds equal to \$1,000,000 or greater. To solicit contractors, this project was listed on Bidsync and advertised in

the *San José Post Record*. This award memorandum will be posted on the City's website for the December 3, 2013 Council Agenda.

COORDINATION

This memorandum has been coordinated with the Departments of Parks, Recreation and Neighborhood Services, Planning, Building and Code Enforcement, the City Attorney's Office and the City Manager's Budget Office.

FISCAL/POLICY ALIGNMENT

This project is consistent with the Council-approved Budget Strategy Economic Recovery section in that it will spur construction spending in our local economy.

COST SUMMARY/IMPLICATIONS

1. AMOUNT OF RECOMMENDATION/COST OF PROJECT:

Project Delivery	\$ 583,534 *
Construction (Engineer's Estimate)	2,685,355
Contingency	214,828
TOTAL PROJECT COSTS	\$3,483,717

Prior Year Expenditure (128,534)

REMAINING PROJECT COSTS \$3,355,183

* A total of \$128,534 was expended or encumbered through 2012-2013 for Project Delivery cost.

2. COST ELEMENTS OF CONSTRUCTION CONTRACT:

Temporary Facilities, Mobilization, SWPPP, Utility	\$379,832
Conflict and Emergency Erosion Control	
Demolition and Site Clearing, Earthwork, Grading,	165,810
Drainage and Sewer	
Paving, Pavers, Seatwalls, Retaining Walls, Signage and	530,599
Entry Pilasters, Fences and Gates, and Site Furnishings	
Artificial Turf	103,550
Playground Equipment and Playground Protective	255,596
Surfacing	
Electrical, Planting, Irrigation, and Miscellaneous Site	514,968
Amenities	
Restroom Building	600,000
Shade Structures	135,000
TOTAL CONSTRUCTION CONTRACT AMOUNT	\$2,685,355

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3. SOURCE OF FUNDING: 375-Subdivision Park Trust Fund .
4. OPERATING COSTS: The new Del Monte Park will have an operating and maintenance impact of approximately \$57,500 annually starting in 2014-2015 which is slightly greater than the \$53,000 that was included in the 2014-2018 Five-Year General Fund Forecast released in February 2013. The revised figures will be included in the 2015-2019 Five-Year General Fund Forecast.

BUDGET REFERENCE

The table below identifies the fund and appropriations proposed to fund the contract recommended as part of this memo and remaining project costs, including project delivery, construction, and contingency costs.

Fund #	Appn #	Appn. Name	RC #	Total Appn	Amt. for Contract	2013-2014 Adopted Capital Budget Page	Last Budget Action (Date, Ord. No.)
Remaining Project Costs				\$3,355,183			
Remaining Funding Available							
375	7411	Del Monte Park	172185	\$3,371,000	\$2,685,355	V-534	10/08/2013 Ord. No. 29320
Total Current Funding Available				\$3,371,000	\$2,685,355		

CEQA

Exempt, File No. PP08-094.

/s/
DAVID SYKES
Director of Public Works

For questions, please contact Barry Ng, Deputy Director, at 408-535-8300.

Attachment: map
RR:jp:as

DEL MONTE PARK VICINITY MAP

